



Carnegie Sverigefond believes in the continued success of quality Swedish companies.

- Focused portfolio with approximately 25-30 companies.
- Holdings have attractive balance sheets and good prospects of paying dividends to shareholders.
- The ideal company is "dull", well managed and has a strong market position.

**MANAGER COMMENT:** More parts of ABB to come

Worldwide stock exchanges continued upward in March, but Stockholm failed to fully keep pace, largely due to some of our banks. Swedbank continued downward, and even Nordea and, particularly, SEB were impacted.

These three are now trading at 8-10 times earnings, which suggests the market is pricing in fairly hefty damages going forward, but this remains highly uncertain. On the upside, it seems there will be a reset at both board and management levels in Swedbank.

Even more positive are the noises from the fund's big engineering holdings. It seems that demand is buoyant and we can look forward to fairly decent interim reports.

Many investors are of course worried that stock exchanges are continuing upward while data from both China and Europe, Germany especially, has been very weak. But do not forget that stock markets are forward-looking and this should be interpreted as the market expecting purchasing managers' indexes and other data to turn upward in coming months.

The fixed income market (as usual) believes something completely different, and clearly indicates that the economy is slowing. The fall in ten-year interest rates has been quite remarkable and is what has fuelled, among other things, real estate shares.

We attended Skanska's capital markets day and noted that it is about to completely dispose of its infrastructure portfolio, which is expected to free up a couple of billion kronor in the coming years.

The fund increased its holding in Securitas this month, which, despite its stability and low cyclical risk, is traded at lower multiples than the rest of the market. We also took the opportunity to increase in ABB, which is one of the most under-owned and hated major Swedish companies. Following its sale of Power Grids, a large part of the company will be pure net cash, which limits the downside. In addition, it is late cyclical and correctly positioned for the future through exposure to electric vehicles and robots. The company may eventually be divided into two or three parts, which in the long term could justify an upside of 40-50 percent.

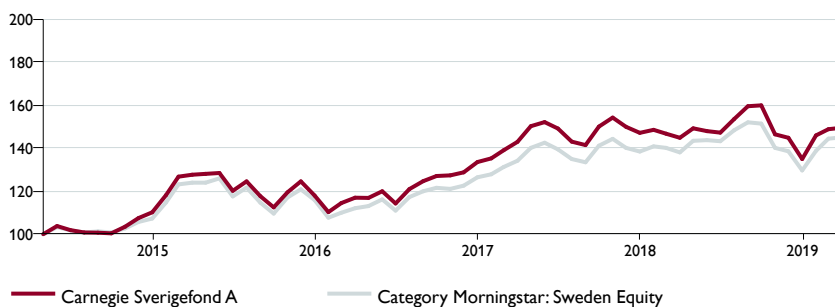
**RETURN % (CLOSING NAV)**

As of 31/03/2019

	YTD	1 Year	3 Year	5 Year	Since inception
	10.8	3.3	27.8	54.7	4827.9

**5 YEAR RETURN % (CLOSING NAV)**

As of 31/03/2019



**RETURN PER MONTH % (CLOSING NAV)**

As of 31/03/2019

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2019	8.15	2.00	0.42										10.78
2018	1.00	-1.27	-1.29	3.07	-0.89	-0.47	4.29	3.92	0.25	-8.42	-1.11	-6.83	-8.25
2017	1.30	2.79	2.81	5.12	1.26	-1.95	-4.09	-1.14	6.03	2.85	-2.80	-1.90	10.16

**MONTHLY REPORT  
MARCH 2019**



**SIMON BLECHER**

Manager since 2006 and in the business since 2000.

Start date	08/01/1987
Pricing	Daily
Morningstar rating (2019-03-31)	★★★★
Risk level	5 of 7
ISIN	SE0000429789
Bloomberg	BBG000HY9630

Management fee	1.40%
Minimum initial investment	0 SEK
Asset under management	15 745 MSEK
Dividend	No
NAV (End of month)	2613.11 SEK

Signatory of:



**FOR SWISS INVESTORS:**

The Fund is established as a contractual Fund under Swedish law and is authorised by FINMA. The Swiss representative is Carnegie Fund Services S.A., 11, rue du Général-Dufour, 1204 Geneva. The Swiss paying agent is Banque Cantonale de Genève, 17, quai de l'Île, 1204 Geneva. Investors in Switzerland can obtain the documents of the Fund, such as the Prospectus, the KIIDs, the Fund Rules and the semi-annual and annual reports, each in their latest version as approved by FINMA, in German, and further information free of charge from the Swiss representative.

Historical returns are no guarantee of future returns. Money invested in the fund may both increase or decrease in value and there is no guarantee that you will be repaid all of your invested capital. Complete prospectus and fund statutes are available at [www.carnegiefonder.se](http://www.carnegiefonder.se).

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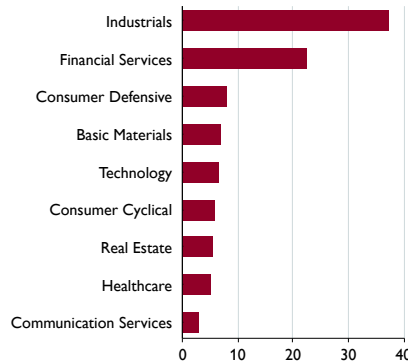
TOP HOLDINGS %

As of 31/03/2019

Investor B	9.3
Volvo B	8.0
Holmen B	6.7
Essity B	5.5
Atrium Ljungberg	5.3
Lifco	5.1
Skanska B	4.6
Atco B	4.4
Skf B	4.2
Seb A	4.1
Total	57.1

SECTOR BREAKDOWN %

As of 31/03/2019



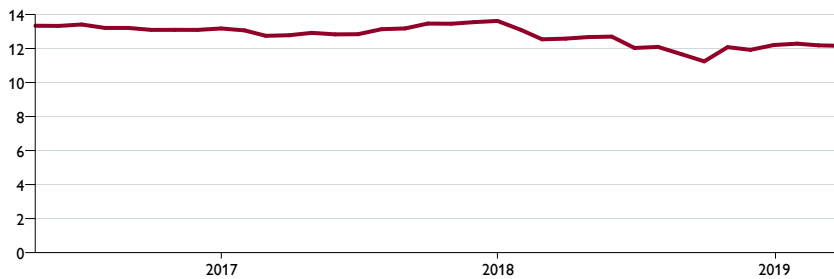
KEY STATS

As of 31/03/2019

Number of holdings	27
Turnover rate, tms/year (31/12/2016)	0.16
Standard Deviation %, 1 Year	15.91
Standard Deviation %, 3 Year	-
Sharpe Ratio, 1 year	0.23
Sharpe ratio, 3 Year	0.74

STANDARD DEVIATION %

As of 30/04/2016 to 31/03/2019



LARGEST CONTRIBUTORS %

As of 31/12/2018 to 31/03/2019

	Resc. weight	Return	Contrib.
Volvo Ab-B S...	7.4	24.2	1.7
Essity Aktie...	5.3	23.2	1.1
Skanska Ab-B...	4.7	24.0	1.1
Investor Ab-...	9.3	11.5	1.1
Holmen Ab-B ...	6.7	15.2	1.0

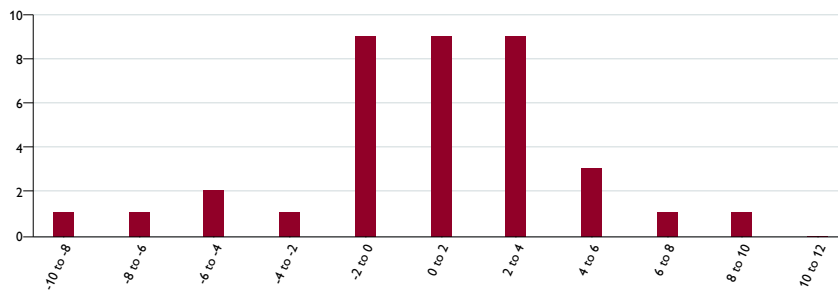
SMALLEST CONTRIBUTORS %

As of 31/12/2018 to 31/03/2019

	Resc. weight	Return	Contrib.
Swedbank Ab ...	4.1	-26.4	-1.1
Skandinavisk...	4.9	0.4	0.1
Duni Ab	2.4	2.3	0.1
Telia Co Ab	2.9	-0.1	0.0
Svenska Hand...	0.4	0.8	0.0

DISTRIBUTION OF MONTHLY RETURNS %

As of 31/03/2016 to 31/03/2019



The Y-axis shows the number of months the fund has a monthly return within the defined range on the X-axis.

ABOUT CARNEGIE FONDER

We specialise in equity funds and fixed-income funds in Sweden, the Nordic region and in the world's emerging markets. Our funds invest in a selected number of attractively valued assets that we really believe in – an investment philosophy we call focused value management, and which we have retained since our foundation in 1988.

CONTACT INFORMATION

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